GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2111
ANSWERED ON:06.05.2016
SIDBI Funds
Patel Shri Devji Mansingram

Will the Minister of FINANCE be pleased to state:

a) the total funds earmarked by Small Industries Development Bank of India (SIDBI) under 'Make in India' initiative for Micro Small and Medium Enterprises (MSME) areas during 2016-17;
b) the details thereof and the role of SIDBI in the country including Rajasthan in micro financing; and
c) the total number of MSME units in Rajasthan identified for providing loan on concessional rates under said scheme by SIDBI?

Answer

MINISTER OF STATE IN MINISTRY OF FINANCE

(a) & (b): SIDBI has created two funds to support MSMEs under the 'Make in India' initiative of Government of India, the details of which are given below

(i) SIDBI Make in India Fund

A fund of Rs.1000 crore has been created from SIDBI's own resources for providing financial assistance to MSMEs covered under the 25 sectors identified by the Government of India under its "Make In India" initiative. The Fund is operative with effect from July 01, 2015.
Out of the total corpus of Rs. 1000 crore, proposals involving loans to the tune of Rs 505.96 crore have already been approved till March 31, 2016.

(i) SIDBI Make in India Soft Loan Fund for Micro, Small & Medium Enterprises (SMILE)

SIDBI launched the "SIDBI Make in India Soft Loan Fund for Micro, Small & Medium Enterprises" (SMILE) with effect from July 20, 2015. An amount of Rs 10,000 crore for SMILE has been allocated by the Reserve Bank of India (RBI) out of the bank wise shortfall in Priority Sector Lending target. SIDBI has drawn the first tranche of Rs 2500 Crore, out of which an amount of Rs. 527 crore has been utilized till March 31, 2016.

The objective of SMILE is to provide financial assistance on softer terms to MSMEs. While the focus is on the 25 sectors identified under "Make in India", other sectors which are considered suitable for inclusion in the Make In India Programme may also selectively be covered. The emphasis is on financing smaller enterprises within the MSME sector.

(c) In the State of Rajasthan, a total of 16 MSMEs have been benefitted under the 'SIDBI Make in India Fund' scheme during the period from July 01, 2015 to March 31, 2016 and 38 MSMEs have benefitted under SMILE scheme during the period from July 20, 2015 to March 31, 2016.

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